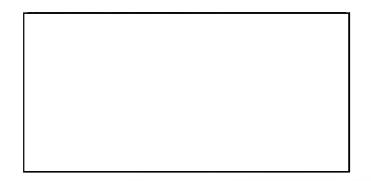


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State Dept. review completed

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CHILE: THE ALLENDE GOVERNMENT IS APPARENTLY READY TO MOVE WITHIN THE NEXT MONTH TO TAKE FULL CONTROL OF THE LARGEST CHILEAN COPPER MINES AND REORGANIZE THEM BEFORE NEGOTIATIONS FOR INDEMNIFICATION BEGIN WITH KENNECOTT AND ANACONDA.

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THE DRASTIC

ACTION WOULD PROBABLY NOT BE OPPOSED BY THE MAJORITY
OF CHILEANS, WHO FAVOR COPPER NATIONALIZATION, AND
WOULD GIVE THE GOVERNMENT STRONG ADVANTAGES IN NEGOTIATING REPAYMENT OF THE COMPANIES THAT NOW PAR-

TIALLY OWN AND MANAGE THE MINES.

TIZATION PRIOR TO ITS SIGNING.

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PRESIDENT ALLENDE HIMSELF HAS DISCLOSED HIS

DECISION TO DELAY SIGNATURE OF THE PAINFULLY NEGOTIATED SETTLEMENT WITH THE CERRO CORPORATION REGARDING A SMALLER MINE. ACCORDING TO ALLENDE, THE CERRO
AGREEMENT WILL BE SIGNED SEVERAL DAYS FOLLOWING CONGRESS! ENACTMENT INTO LAW OF THE NATIONALIZATION
AMENDMENT ON 12 JULY. ALLENDE SAID THE CERRO ACCORD
IS ALSO OPEN TO FINAL REVISION IN THE TERMS OF AMOR-

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